

BUSINESS INSURANCE POLICY EXTENSION ENDORSEMENT - E17
forming part of Section I - Property - of this policy

- A. The insurance applicable to "Building" (if any) under Rider F-1, Rider MP-7, or Rider MP-18 of this policy is extended to include the following "Extensions of Coverage".

Unless otherwise specified, the limits for the extensions stated herein are in addition to the Limits of Insurance shown in the Declarations.

1. **INCREASED REPAIR COSTS REQUIRED BY LAW**

In the event of loss of or damage to the "Building" by an insured peril, if the cost of repairing or replacing the building because of such loss or damage is increased by the enforcement of any law or ordinance regulating the construction, reconstruction or repair of buildings, the Insurer will pay the necessary additional cost of repair or replacement up to the minimum amount required by the law or ordinance or 25% of the Limit of Insurance applicable to the building, whichever is less.

The insurance under this extension applies only if:

- (i) the law or ordinance was in effect when the loss or damage occurred; and
- (ii) the building is actually repaired or replaced on the same or adjacent site within a reasonable time after the loss or damage occurs.

The Insurer shall not be liable for any cost of demolition, rebuilding or removal of debris of any undamaged portion of the building.

2. **INFLATION PROTECTION**

The Limit of Insurance applicable to "Building" as stated in the Declarations shall automatically be increased every two months after the effective date of the current annual policy term, by the Inflation Protection percentage shown in the declarations.

If the Limit of Insurance applicable to "Building" is changed at the Insured's request during the policy term, the Inflation Protection percentage will be applied to the revised amount of insurance every two months after the effective date of the change for the remainder of the annual policy term.

3. **NEWLY ACQUIRED BUILDING**

A Limit of Insurance of \$50,000. will automatically apply to any building acquired by the Insured during the term of this policy for use in connection with the Insured's business stated in the declarations and located in Canada. This insurance attaches at the time of the acquisition and ceases after a period of 30 days or on the date on which such building is added to this policy by endorsement, or on the expiration or cancellation of this policy, whichever occurs first.

- B. The insurance applicable to "stock", "equipment" and "contents of every description" under Rider F-1 or Rider MP-7 and "contents" under Rider MP-18 of this policy is extended to include the following "Extensions of Coverage".

The word "contents" as used in this Part B shall mean "Contents of Every Description" as defined in such Rider.

Unless otherwise specified, the limits stated herein for the extensions are in addition to the Limits of Insurance shown in the Declarations.

1. **CONSEQUENTIAL LOSS ASSUMPTION**

Without increasing the Limits of Insurance stated in the Declarations, the Insurer agrees to indemnify the Insured for loss or damage to "stock" due to change in temperature or the interruption of power, heat or refrigeration, resulting from damage caused by a peril insured against to the power, heating, cooling or refrigeration apparatus, including all connections or supply pipes, on the premises described in the declarations.

2. **NEWLY ACQUIRED LOCATIONS**

A Limit of Insurance of \$25,000. will automatically apply to "Contents" at any location in Canada or the continental United States of America, acquired by the Insured during the term of this policy and owned, rented or controlled by the Insured. This insurance attaches at the time of acquisition and ceases after a period of 30 days or on the date on which such location is added to this policy by endorsement, or on the expiration or cancellation of this policy, whichever occurs first.

3. **PEAK SEASON STOCK COVERAGE**

The Limit of Insurance applicable to "Stock" or "Contents of Every Description" is automatically increased by 25% to provide for seasonal variations. This increase shall not apply unless the Limit of Insurance stated in the Declarations is 100% or more of the Insured's average monthly values of such property for the 12 months immediately preceding the date of loss, or for the period of time that the Insured has been in business, if less than 12 months.

4. **PROPERTY TEMPORARILY OFF PREMISES**
A Limit of Insurance of \$5,000., or such other amount as may be specified in the Declarations for "Temporary Locations", will apply to "Contents" temporarily removed to a location in Canada or the continental United States of America, other than a location owned, rented or controlled by the Insured. This extension does not apply to property which the Insured has rented to others or has been left with others on approval.
5. **PROPERTY IN TRANSIT**
A Limit of Insurance of \$5,000., or such other amount as may be specified in the Declarations for "Other Transit", will apply to "Contents" while in transit anywhere in Canada or the continental United States of America, other than by Parcel Post, including direct loss or damage by collision, derailment or overturn of the vehicle on which the property is being transported.
6. **VALUABLE PAPERS & RECORDS**
The Insurer will pay up to \$2,500., or such other amount as may be specified in the Declarations for this extension, for the cost of research and other expense necessarily incurred by the Insured to reproduce, replace or restore valuable papers and records meaning written, printed or otherwise inscribed documents and records (except "Data") including books, maps, films, drawings, abstracts, deeds, mortgages and manuscripts, but not meaning money or securities when such records are damaged by an insured peril.

C. Section I - Property - forming part of this policy is extended to include the following additional "Extensions of Coverage".

1. **SIGNS**
The Insurer agrees to pay up to \$1,000. for direct physical loss of or damage to fixed signs (excluding advertising balloons), the property of the Insured or the property of others for which the Insured is responsible, while on the "premises" described in the declarations or an adjacent parking lot or in public walkways of shopping malls.
This extension does not insure against:
 - (a) loss or damage caused by wear and tear, gradual deterioration, mechanical breakdown, inherent vice, latent defect or faulty installation;
 - (b) loss or damage caused by dampness of atmosphere, extremes of temperature, corrosion or rust;
 - (c) loss or damage caused by electrical currents other than lightning, unless fire or explosion ensues and then only for the loss or damage caused by such fire or explosion;
 - (d) loss or damage caused by breakage during installation, repairing or dismantling.The Insurer is liable for the amount by which the loss or damage caused by any of the perils insured against exceeds the sum of \$250. in any one occurrence.
This extension is in addition to the Limits of Insurance stated in the Declarations.
2. **COST OF PREPARING PROOF OF LOSS**
The Insurer will pay up to \$2,500. for reasonable expenses incurred by the Insured in preparing the proof of loss or any other exhibits required to claim for loss or damage insured by this policy, including Auditors' fees. This extension is in addition to the Limits of Insurance stated in the declarations.
3. **FIRE DEPARTMENT CHARGES**
This insurance covers the Insured's liability for fire department charges where a municipal fire department is called because of fire in, on or exposing the property insured under this policy. The Insurer's liability under this extension is limited to \$1000. or such other amount as may be specified for this extension in the Declarations.
This extension is in addition to the Limits of Insurance shown in the Declarations, except the limit, if any, specified for "Fire Department Charges". No deductible applies to this extension.
4. **TEAR-OUT**
Without increasing the Limits of Insurance shown in the Declarations, this insurance is extended to cover the cost of tearing out and replacing any part of the building or improvements insured by this policy which must be removed or torn apart in order to repair water damage from a plumbing, heating, sprinkler or air conditioning system or domestic appliance, except damage to an outdoor swimming pool and outdoor hot tub or similar installation.
5. **EXTENDED DEFINITION OF "EQUIPMENT"**
If the Insured is not the owner of a "building" at the location described in the declarations, the definition of "Equipment" in Rider F-1 and/or Rider MP-7 is extended to include outside communication towers, antennae (including satellite receivers) and equipment attached to the foregoing, awnings, canopies and exterior signs (excluding advertising balloons) all while on the "premises" described in the declarations, if such property is owned by the Insured or owned by others and for which the Insured is responsible.

Except as otherwise provided in this endorsement all terms, provisions and conditions of this policy shall have full force and effect.